

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 7494**

**BILL NUMBER:** HB 1387

**NOTE PREPARED:** Jan 27, 2011

**BILL AMENDED:** Jan 25, 2011

**SUBJECT:** Commodity Market Development Councils.

**FIRST AUTHOR:** Rep. Lehe

**FIRST SPONSOR:**

**BILL STATUS:** 2<sup>nd</sup> Reading - 1<sup>st</sup> House

**FUNDS AFFECTED:**     **GENERAL**  
                              **DEDICATED**  
                              **FEDERAL**

**IMPACT:** No Fiscal Impact

**Summary of Legislation:** (Amended) This bill changes the responsibility for certain duties concerning commodity market development from the Director of the Department of Agriculture (DOA) to the Dean of the College of Agriculture. The bill requires the Dean to conduct a referendum on the continuation of the Commodity Market Development Council if the amount of refund requests under the commodity market development program exceeds 25% of the amount collected under the program for a fiscal year. (Current law requires a referendum one time every three years.) The bill allows a state commodity fee to be collected for an agricultural commodity even if a fee is collected under a federal program for promotion or market development.

**Effective Date:** July 1, 2011.

**Explanation of State Expenditures:** This bill will have no impact because any required referenda are currently being conducted.

**Explanation of State Revenues:** The bill will not affect revenue collected because fees are currently being collected.

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** IDOA College of Agriculture, Purdue University.

**Local Agencies Affected:**

**Information Sources:** Sarah Simpson, IDOA, 317-232-8770.

**Fiscal Analyst:** Bernadette Bartlett, 317-232-9586.